

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

W-01337A
Rincon Ranch Estates Water Company
3750 South Old Spanish Trail
Tucson, AZ 85730

R

RECEIVED

MAY 31 2007

AZ CORP COMM
Director Utilities

TAXPAYERS COPY

ANNUAL REPORT

FOR YEAR ENDING

12	31	2006
----	----	------

FOR COMMISSION USE

ANN 04	06
--------	----

PROCESSED BY:

688-07

SCANNED

COMPANY INFORMATION

Company Name (Business Name) Rincon Ranch Estates Water Company, Inc.

Mailing Address 3750 S Old Spanish Trail
(Street)

Tucson
(City)

AZ
(State)

85730
(Zip)

520-298-0173
Telephone No. (Include Area Code)

520-733-0622
Fax No. (Include Area Code)

520-331-7749
Pager/Cell No. (Include Area Code)

Email Address _____

Local Office Mailing Address 3750 S. Old Spanish Trail
(Street)

Tucson
(City)

AZ
(State)

85712
(Zip)

520-298-0173
Local Office Telephone No. (Include Area Code)

520-733-0622
Fax No. (Include Area Code)

520-331-7749
Pager/Cell No. (Include Area Code)

Email Address _____

MANAGEMENT INFORMATION

Management Contact: Frank Calvert President
(Name) (Title)

3750 S. Old Spanish Trail Tucson AZ 85730
(Street) (City) (State) (Zip)

520-885-5401
Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

Email Address _____

On Site Manager: Frank Calvert
(Name)

3750 S. Old Spanish Trail Tucson AZ 85730
(Street) (City) (State) (Zip)

520-885-5401
Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

Email Address _____

TAXPAYERS COPY

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

Statutory Agent: Dale Calvert
(Name)

2970 N. Swan Road, #220 Tucson AZ 85712
(Street) (City) (State) (Zip)

520-325-1544 520-325-1121 520-241-6352
Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

Attorney: Hugh Holub
(Name)

PO Box 4521 Tubac AZ 85646
(Street) (City) (State) (Zip)

520-377-8259 520-377-8259 520-841-2278
Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

OWNERSHIP INFORMATION

Check the following box that applies to your company:

- | | |
|---|--|
| <input type="checkbox"/> Sole Proprietor (S) | <input checked="" type="checkbox"/> C Corporation (C) (Other than Association/Co-op) |
| <input type="checkbox"/> Partnership (P) | <input type="checkbox"/> Subchapter S Corporation (Z) |
| <input type="checkbox"/> Bankruptcy (B) | <input type="checkbox"/> Association/Co-op (A) |
| <input type="checkbox"/> Receivership (R) | <input type="checkbox"/> Limited Liability Company |
| <input type="checkbox"/> Other (Describe) _____ | |

TAXPAYERS COPY

COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

- | | | |
|-------------------------------------|--|-----------------------------------|
| <input type="checkbox"/> APACHE | <input type="checkbox"/> COCHISE | <input type="checkbox"/> COCONINO |
| <input type="checkbox"/> GILA | <input type="checkbox"/> GRAHAM | <input type="checkbox"/> GREENLEE |
| <input type="checkbox"/> LA PAZ | <input type="checkbox"/> MARICOPA | <input type="checkbox"/> MOHAVE |
| <input type="checkbox"/> NAVAJO | <input checked="" type="checkbox"/> PIMA | <input type="checkbox"/> PINAL |
| <input type="checkbox"/> SANTA CRUZ | <input type="checkbox"/> YAVAPAI | <input type="checkbox"/> YUMA |
| <input type="checkbox"/> STATEWIDE | | |

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization	0	0	0
302	Franchises	313	N/A	313
303	Land and Land Rights	35,889	N/A	35,889
304	Structures and Improvements	12,497	5,613	6,884
307	Wells and Springs	6,946	6,946	0
311	Pumping Equipment	71,210	71,210	0
320	Water Treatment Equipment	0	0	0
330	Distribution Reservoirs and Standpipes	47,245	47,245	0
331	Transmission and Distribution Mains	371,654	261,443	110,211
333	Services	19,457	14,151	5,306
334	Meters and Meter Installations	16,902	16,902	0
335	Hydrants	0	0	0
336	Backflow Prevention Devices	0	0	0
339	Other Plant and Misc. Equipment	0	0	0
340	Office Furniture and Equipment	3,235	2,370	865
341	Transportation Equipment	0	0	0
343	Tools, Shop and Garage Equipment	3,789	3,789	0
344	Laboratory Equipment	0	0	0
345	Power Operated Equipment	0	0	0
346	Communication Equipment	0	0	0
347	Miscellaneous Equipment	2,890	2,181	709
348	Other Tangible Plant Computers & Software	2,200	1,220	980
	TOTALS	\$594,227	\$433,070	\$161,157

This amount goes on the Balance Sheet Acct. No. 108



COMPANY NAME RINCON RANCH ESTATES WATER COMPANY, INC

CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization	0	N/A	0
302	Franchises	313	0.00	0
303	Land and Land Rights	35,889	0.00	0
304	Structures and Improvements	12,497	3.33	416
307	Wells and Springs	6,946	3.33	0
311	Pumping Equipment	71,210	12.50	5,597
320	Water Treatment Equipment	0	0	0
330	Distribution Reservoirs and Standpipes	47,245	5.00	0
331	Transmission and Distribution Mains	371,654	2.00	7,433
333	Services	19,457	3.33	648
334	Meters and Meter Installations	16,902	8.33	91
335	Hydrants	0	0	0
336	Backflow Prevention Devices	0	0	0
339	Other Plant and Misc. Equipment	0	0	0
340	Office Furniture and Equipment	3,235	6.67	216
341	Transportation Equipment	0	0	0
343	Tools, Shop and Garage Equipment	3,789	5.00	0
344	Laboratory Equipment	0	0	0
345	Power Operated Equipment	0	0	0
346	Communication Equipment	0	0	0
347	Miscellaneous Equipment	2,890	10.00	289
348	Other Tangible Plant Computers & Software	2,200	20.00	440
	TOTALS	\$594,227	N/A	\$15,130

This amount goes on the Comparative Statement of Income and Expense _____
Acct. No. 403.

COMPANY NAME RINCON RANCH ESTATES WATER COMPANY, INC

BALANCE SHEET

Acct .No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	ASSETS		
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$10,405	\$12,340
134	Working Funds	0	0
135	Temporary Cash Investments	185,490	222,464
141	Customer Accounts Receivable	16,255	15,327
146	Notes/Receivables from Associated Companies	0	0
151	Plant Material and Supplies	7,517	4,470
162	Prepayments	0	0
174	Miscellaneous Current and Accrued Assets	28,503	9,016
	TOTAL CURRENT AND ACCRUED ASSETS	\$248,170	\$263,617
	FIXED ASSETS		
101	Utility Plant in Service	\$592,660	\$594,226
103	Property Held for Future Use	500	7,375
105	Construction Work in Progress	0	0
108	Accumulated Depreciation – Utility Plant	(417,941)	(433,070)
121	Non-Utility Property	0	0
122	Accumulated Depreciation – Non Utility	0	0
	TOTAL FIXED ASSETS	\$175,219	\$168,531
	TOTAL ASSETS	\$423,389	\$432,148

NOTE: The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

TAXPAYERS COPY

BALANCE SHEET (CONTINUED)

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	LIABILITIES		
	CURRENT LIABILITES		
231	Accounts Payable	\$2,149	\$2,156
232	Notes Payable (Current Portion)	0	0
234	Notes/Accounts Payable to Associated Companies	0	0
235	Customer Deposits	0	0
236	Accrued Taxes	6,455	6,442
237	Accrued Interest	0	0
241	Miscellaneous Current and Accrued Liabilities	1,972	2,183
	TOTAL CURRENT LIABILITIES	\$10,577	\$10,781
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$0	\$0
	DEFERRED CREDITS		
251	Unamortized Premium on Debt	\$0	\$0
252	Advances in Aid of Construction	28,122	16,890
255	Accumulated Deferred Investment Tax Credits	0	0
271	Contributions in Aid of Construction	109,464	120,184
272	Less: Amortization of Contributions	(50,637)	(56,227)
281	Accumulated Deferred Income Tax		
	TOTAL DEFERRED CREDITS	\$86,949	\$80,847
	TOTAL LIABILITIES	\$97,526	\$91,628
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$13,000	\$13,000
211	Paid in Capital in Excess of Par Value *	110,098	116,519
215	Retained Earnings	202,766	211,001
218	Proprietary Capital (Sole Props and Partnerships)	0	
	TOTAL CAPITAL	\$325,864	\$340,520
	TOTAL LIABILITIES AND CAPITAL	\$423,389	\$432,148

* 211 Included in this account is the Unrealized Gain/Loss on Securities
Available for Sale in the amounts of

\$6,772

\$13,193

COMPANY NAME RINCON RANCH ESTATES WATER COMPANY, INC

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$180,069	\$180,748
460	Unmetered Water Revenue	0	0
474	Other Water Revenues	2,273	2,901
	TOTAL REVENUES	\$182,342	\$183,649
	OPERATING EXPENSES		
601	Salaries and Wages	\$65,180	\$66,429
610	Purchased Water	1,418	35,753
615	Purchased Power	17,911	14,502
618	Chemicals	0	0
620	Repairs and Maintenance	8,398	8,902
621	Office Supplies and Expense	7,059	5,841
630	Outside Services	18,102	9,724
635	Water Testing	1,246	1,176
641	Rents	7,200	7,209
650	Transportation Expenses	801	703
657	Insurance – General Liability	1,908	2,678
659	Insurance - Health and Life	0	0
666	Regulatory Commission Expense – Rate Case	0	0
675	Miscellaneous Expense	4,002	3,466
403	Depreciation Expense *	17,551	9,875
408	Taxes Other Than Income	7,239	12,652
408.11	Property Taxes	11,278	11,144
409	Income Tax	4,173	3,013
	TOTAL OPERATING EXPENSES	\$173,466	\$193,067
	OPERATING INCOME/(LOSS)	\$8,877	(\$9,418)
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income	\$8,002	\$15,575
421	Non-Utility Income	1,838	2,078
426	Miscellaneous Non-Utility Expenses	0	0
427	Interest Expense	2	0
	TOTAL OTHER INCOME/(EXPENSE)	\$9,838	\$17,653
	NET INCOME/(LOSS)	\$18,715	\$8,235

* 403 Depreciation Expense Calculation

Depreciation Expense	19,491	15,465
Less Amortization of Contributions in Aid of Construction	(1,940)	(5,590)
Net Depreciation Entered	<u>17,551</u>	<u>9,875</u>

COMPANY NAME RINCON RANCH ESTATES WATER COMPANY INC

SUPPLEMENTAL FINANCIAL DATA

Long-Term Debt

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued				
Source of Loan				
ACC Decision No.				
Reason for Loan				
Dollar Amount Issued	\$0.00	\$0.00	\$0.00	\$0.00
Amount Outstanding	\$0.00	\$0.00	\$0.00	\$0.00
Date of Maturity				
Interest Rate	%	%	%	%
Current Year Interest	\$0.00	\$0.00	\$0.00	\$0.00
Current Year Principle	\$0.00	\$0.00	\$0.00	\$0.00

Meter Deposit Balance at Test Year End \$0.00

Meter Deposits Refunded During the Test Year \$0.00

TAXPAYERS COPY

COMPANY NAME RINCON RANCH ESTATES WATER COMPANY INC	
Name of System Rincon Ranch Estates	ADEQ Public Water System Number (if applicable) 10-100

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
620952	15	90	400	8	421	1955+/-
620851	25	160	439	12	470	1964

* Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)
City of Tucson	80	12,112

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
7.5	1		0
10			
15	1		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
100,000	1	5,000	1
8,000	1		
3,000	1		

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME RINCON RANCH ESTATES WATER COMPANY, INC		
Name of System Rincon Ranch Estates	ADEQ Public Water System Number (if applicable) 10-100	

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS

Size (in inches)	Material	Length (in feet)
2	GV	16,210
3	PVC	3,010
4	PVC	6,900
5	N/A	N/A
6	AC	18,060
8	AC	490
10	N/A	N/A
12	N/A	N/A
6	PVC	14,888
8	PVC	1,820
6	IRON	1,060

CUSTOMER METERS

Size (in inches)	Quantity
5/8 X 3/4	222
3/4	
1	5
1 1/2	2
2	
Comp. 3	
Turbo 3	
Comp. 4	
Tubo 4	
Comp. 6	
Tubo 6	

For the following three items, list the utility owned assets in each category.

TREATMENT EQUIPMENT:

TAXPAYERS COPY

STRUCTURES:

Warehouse & yard galvanized iron building, wood frame structure with cement floor, wood frame structure wood frame structure with wood floor

OTHER:

Tapping machine, pony pump aqua sur, metal detector, emergency light, metal spreader, gasoline powered pump, portable electric plant

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME: RINCON RANCH ESTATES WATER COMPANY, INC.

Name of System Rincon Ranch Estates ADEQ Public Water System Number (if applicable) 10-100

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2006

MONTH/YEAR	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
JANUARY	219	2,648	2,454	298
FEBRUARY	229	2,631	2,605	215
MARCH	229	3,066	2,799	149
APRIL	229	3,966	3,085	761
MAY	237	4,357	4,575	703
JUNE	229	4,940	6,009	842
JULY	229	3,588	1	2,385
AUGUST	229	3,582	1,980	1,384
SEPTEMBER	229	3,046	1,755	2,045
OCTOBER	232	3,112	1,564	1,377
NOVEMBER	233	2,997	2,745	1,156
DECEMBER	231	3,224	2,291	797
TOTALS →		41,157	31,863	12,112

TAXPAYERS COPY

What is the level of arsenic for each well on your system? 0.0011 mg/l Test Date
(If more than one well, please list each separately.) Two closed wells-requires random test of one. 03/09/06

If system has fire hydrants, what is the fire flow requirement? _____ GPM for _____ hrs

If system has chlorination treatment, does this treatment system chlorinate continuously?
() Yes () No

Is the Water Utility located in an ADWR Active Management Area (AMA)?
(X) Yes () No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?
() Yes (X) No

If yes, provide the GPCPD amount: _____

Note: If you are filing for more than one system, please provide separate data sheets for each system.

COMPANY NAME RINCON RANCH ESTATES WATER COMPANY, INC YEAR ENDING 12/31/2006

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2006 was: \$ 11,209.78

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. _____

TAXPAYERS COPY

VERIFICATION
AND
SWORN STATEMENT
Taxes

RECEIVED

MAY 31 2007

AZ CORP COMM
Director Utilities

VERIFICATION

STATE OF ARIZONA
I, THE UNDERSIGNED
OF THE

COUNTY OF (COUNTY NAME) PIMA
NAME (OWNER OR OFFICIAL) TITLE FRANK CALVERT - PRESIDENT
COMPANY NAME RINCON RANCH ESTATES WATER COMPANY, INC

DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2006

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

I HEREBY ATTEST THAT ALL PROPERTY TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

I HEREBY ATTEST THAT ALL SALES TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

TAXPAYERS COPY

SIGNATURE OF OWNER OR OFFICIAL

(520) 298-0173

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

DAY OF

COUNTY NAME	
MONTH	.20__

(SEAL)

SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES _____

COMPANY NAME RINCON RANCH ESTATES WATER COMPANY, INC. YEAR ENDING 12/31/2006

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported	\$13,418
Estimated or Actual Federal Tax Liability	1,992

State Taxable Income Reported	\$14,654
Estimated or Actual State Tax Liability	1.021

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances	<u>Zero</u>
Amount of Gross-Up Tax Collected	<u>Zero</u>
Total Grossed-Up Contributions/Advances	Zero

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.

SIGNATURE

DATE _____

Frank Calvert

PRINTED NAME

President

TITLE

**VERIFICATION
AND
SWORN STATEMENT**
Intrastate Revenues Only

RECEIVED

MAY 31 2007

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) PIMA	AZ CORP COMM Director Utilities
NAME (OWNER OR OFFICIAL) TITLE FRANK CALVERT	
COMPANY NAME RINCON RANCH ESTATES WATER COMPANY, INC	

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH 12	DAY 31	YEAR 2006
-------------	-----------	--------------

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2006 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)

\$ 191,769.74

(THE AMOUNT IN BOX ABOVE

INCLUDES \$ 10,740.61

IN SALES TAXES BILLED, OR COLLECTED)

TAXPAYER'S COPY

****REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)**

SIGNATURE OF OWNER OR OFFICIAL

(520) 298-0173

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS DAY OF

(SEAL)

COUNTY NAME	
MONTH	20__

MY COMMISSION EXPIRES _____

SIGNATURE OF NOTARY PUBLIC

**VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
INTRASTATE REVENUES ONLY**

RECEIVED

MAY 31 2007

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) PIMA		
NAME (OWNER OR OFFICIAL) FRANK CALVERT	TITLE PRESIDENT	
COMPANY NAME RINCON RANCH ESTATES WATER COMPANY, INC.		

AZ CORP COMM
Director Utilities

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2006

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2006 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES
\$ 184,551.82

(THE AMOUNT IN BOX AT LEFT
INCLUDES \$ 10,352.35
IN SALES TAXES BILLED, OR COLLECTED)

*RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.

TAXPAYERS COPY

SIGNATURE OF OWNER OR OFFICIAL

520-298-0173
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

DAY OF

NOTARY PUBLIC NAME	
COUNTY NAME	
MONTH	, 20__

(SEAL)

MY COMMISSION EXPIRES

X

SIGNATURE OF NOTARY PUBLIC

Beth Ford
Pima County Treasurer



Patti Davidson
Chief Deputy Treasurer

PIMA COUNTY TREASURER'S OFFICE

PAID BY CHECK RECEIPT

RINCON RANCH EST WATER CO INC
FRANK CALVERT/PRESIDENT
3750 S OLD SPANISH TRAIL
TUCSON AZ 85730

THIS IS YOUR RECEIPT FOR PAYMENT(S) OF 2005 REAL ESTATE TAXES

ACCOUNT NUMBER	922 41 3000	TOTAL TAX DUESCEY	\$ 5,399.84	DATE	3/1/2006
----------------	-------------	-------------------	-------------	------	----------

PAYMENT DATE	DESCRIPTION	TAX PAID	INTEREST PAID	FEES PAID	TOTAL
02/23/2006	SECOND HALF	\$2,699.92	\$0.00	\$0.00	\$2,699.92
	TOTAL PAID	\$2,699.92	\$0.00	\$0.00	\$2,699.92

TAXPAYERS COPY

DESCRIPTION	AMOUNT
FIRST HALF TAX DUE	\$0.00
SECOND HALF TAX DUE	\$0.00
NSF FEE DUE	\$0.00
RECLAIMED REFUND DUE	\$0.00
TOTAL AMOUNT DUE	\$0.00

Thank you for your payment!

BETH FORD
PIMA COUNTY TREASURER

Beth Ford
Pima County Treasurer



Patti Davidson
Chief Deputy Treasurer

PIMA COUNTY TREASURER'S OFFICE

RINCON RANCH EST WATER CO INC
FRANK CALVERT/PRESIDENT
3750 S OLD SPANISH TRAIL
TUCSON AZ 85730

THIS IS YOUR RECEIPT FOR PAYMENT(S) OF 2005 REAL ESTATE TAXES

922 40 1000 \$ 5,843.15 3/1/2006

PAYMENT DATE	DESCRIPTION	TAX PAID	INTEREST PAID	FEES PAID	TOTAL
02/23/2006	SECOND HALF	\$2,921.57	\$0.00	\$0.00	\$2,921.57
	TOTAL PAID	\$2,921.57	\$0.00	\$0.00	\$2,921.57

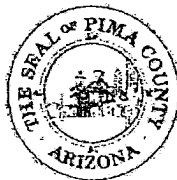
TAXPAYERS COPY

DESCRIPTION	AMOUNT
FIRST HALF TAX DUE	\$0.00
SECOND HALF TAX DUE	\$0.00
NSF FEE DUE	\$0.00
RECLAIMED REFUND DUE	\$0.00
TOTAL AMOUNT DUE	\$0.00

Thank you for your payment!

BETH FORD
PIMA COUNTY TREASURER

Beth Ford
Pima County Treasurer



Patti Davidson
Chief Deputy Treasurer

PIMA COUNTY TREASURER'S OFFICE

PIMA COUNTY TAX RECEIPT

RINCON RANCH EST WATER CO INC
ATTN: FRANK CALVERT/PRESIDENT
3750 S OLD SPANISH TRAIL
TUCSON AZ 85730

THIS IS YOUR RECEIPT FOR PAYMENT(S) OF 2006 REAL ESTATE TAXES

BOOK	MAP	PARCEL	TOTAL TAX ASSESSED	DATE
922	41	3000	\$ 5,343.01	10/11/2006

PAYMENTS

PAYMENT DATE	DESCRIPTION	TAX PAID	INTEREST PAID	FEES PAID	TOTAL
09/15/2006	FIRST HALF	\$2,671.51	\$0.00	\$0.00	\$2,671.51
	TOTAL PAID	\$2,671.51	\$0.00	\$0.00	\$2,671.51

TAXPAYERS COPY

PROPERTY ADDRESS

TAX YEAR 2006 BALANCE DUE

DESCRIPTION	AMOUNT
FIRST HALF TAX DUE	\$0.00
SECOND HALF TAX DUE	\$2,671.50
NSF FEE DUE	\$0.00
RECLAIMED REFUND DUE	\$0.00
TOTAL AMOUNT DUE	\$2,671.50

ADDITIONAL INFORMATION

FIRST HALF TAXES ARE DUE 10/01/2006 AND DELINQUENT AFTER 11/01/2006. SECOND HALF TAXES ARE DUE 03/01/2007 AND DELINQUENT AFTER 05/01/2007. INTEREST CHARGES ACCRUE FOR PAYMENTS MADE AFTER DELINQUENCY DATES. FOR PAYMENT INFORMATION AFTER DELINQUENCY DATES, PLEASE CALL (520) 740-8341 OR VISIT WWW.TO.PIMA.GOV

Thank you for your payment!

BETH FORD
PIMA COUNTY TREASURER

115 North Church Avenue - Tucson, Arizona 85701-1199 - Phone (520) 740-8341 - Fax (520) 884-4809

Beth Ford
Pima County Treasurer



Patti Davidson
Chief Deputy Treasurer

PIMA COUNTY TREASURER'S OFFICE

PIMA COUNTY TAX RECEIPT

RINCON RANCH EST WATER CO INC
ATTN: FRANK CALVERT/PRESIDENT
3750 S OLD SPANISH TRL
TUCSON AZ 85730

THIS IS YOUR RECEIPT FOR PAYMENT(S) OF 2006 REAL ESTATE TAXES

BOOK	MAP	PARCEL	TOTAL TAX ASSESSED	DATE
136	11	021G	\$ 17.34	10/11/2006

PAYMENTS

PAYMENT DATE	DESCRIPTION	TAX PAID	INTEREST PAID	FEES PAID	TOTAL
09/15/2006	FULL YEAR	\$17.34	\$0.00	\$0.00	\$17.34
TOTAL PAID		\$17.34	\$0.00	\$0.00	\$17.34

PROPERTY ADDRESS

TAXPAYERS COPY

TAX YEAR 2006 BALANCE DUE

DESCRIPTION	AMOUNT
FIRST HALF TAX DUE	\$0.00
SECOND HALF TAX DUE	\$0.00
NSF FEE DUE	\$0.00
RECLAIMED REFUND DUE	\$0.00
TOTAL AMOUNT DUE	\$0.00

Thank you for your payment!

BETH FORD
PIMA COUNTY TREASURER

115 North Church Avenue - Tucson, Arizona 85701-1199 - Phone (520) 740-8341 - Fax (520) 884-4809

<p>AMERICAN BANK 1000 N. 10th St. Tulsa, Oklahoma 74103</p> <p>003510</p> <p>1000 N. 10th St. Tulsa, Oklahoma 74103</p> <p>1000 N. 10th St. Tulsa, Oklahoma 74103</p>	<p>AMERICAN BANK 1000 N. 10th St. Tulsa, Oklahoma 74103</p> <p>003510</p> <p>1000 N. 10th St. Tulsa, Oklahoma 74103</p> <p>1000 N. 10th St. Tulsa, Oklahoma 74103</p>	<p>AMERICAN BANK 1000 N. 10th St. Tulsa, Oklahoma 74103</p> <p>003511</p> <p>1000 N. 10th St. Tulsa, Oklahoma 74103</p> <p>1000 N. 10th St. Tulsa, Oklahoma 74103</p>
---	---	---

09/19	\$15,000.00	#3515	09/15	\$1,150.00	#3515
AMERICA BANK 45 003514 UNDER SECRETARY OF THE TREASURY DEPT. OF THE TREASURY WASHINGTON, D.C. 20548 TEL: 202-351-7000		AMERICA BANK 45 003515 UNDER SECRETARY OF THE TREASURY DEPT. OF THE TREASURY WASHINGTON, D.C. 20548 TEL: 202-351-7000		AMERICA BANK 45 003516 UNDER SECRETARY OF THE TREASURY DEPT. OF THE TREASURY WASHINGTON, D.C. 20548 TEL: 202-351-7000	

[illegible]

09/19	\$17.34	#3521	09/19	\$15.00	#3522
<p>ARMED & DANGEROUS, HOLD UP, PATROL, NO FIRE, NO WEAPON, NO FIRE, NO WEAPON, NO FIRE, NO WEAPON, NO FIRE, NO WEAPON, NO</p>		<p>ARMED & DANGEROUS, HOLD UP, PATROL, NO FIRE, NO WEAPON, NO FIRE, NO WEAPON, NO FIRE, NO WEAPON, NO FIRE, NO WEAPON, NO</p>	<p>ARMED & DANGEROUS, HOLD UP, PATROL, NO FIRE, NO WEAPON, NO FIRE, NO WEAPON, NO FIRE, NO WEAPON, NO FIRE, NO WEAPON, NO</p>		<p>ARMED & DANGEROUS, HOLD UP, PATROL, NO FIRE, NO WEAPON, NO FIRE, NO WEAPON, NO FIRE, NO WEAPON, NO FIRE, NO WEAPON, NO</p>

TAXPAYERS COPY